

Company registration number: 02688692

FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31 MARCH 2018

POWERSTAX LTD



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# POWERSTAX LTD

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## COMPANY INFORMATION

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<b>Directors</b>	N E V Martensson Viscount Bearsted T Worley P Macaulay
<b>Registered number</b>	02688692
<b>Registered office</b>	Unit 5 & 6 Heron Avenue Wickford Essex SS11 8DL
<b>Independent auditors</b>	Menzies LLP Chartered Accountants & Statutory Auditor Victoria House 50-58 Victoria Road Farnborough Hampshire GU14 7PG

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# POWERSTAX LTD

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**POWERSTAX LTD**  
**REGISTERED NUMBER:02688692**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 MARCH 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Intangible assets	4	156,523	193,058
Tangible assets	5	4,727	7,551
		<u>161,250</u>	<u>200,609</u>
<b>Current assets</b>			
Stocks		324,028	385,591
Debtors: amounts falling due within one year	6	445,873	190,694
Cash at bank and in hand		10,958	81,552
		<u>780,859</u>	<u>657,837</u>
Creditors: amounts falling due within one year	7	(543,237)	(398,156)
<b>Net current assets</b>		<u>237,622</u>	<u>259,681</u>
<b>Total assets less current liabilities</b>		<u>398,872</u>	<u>460,290</u>
Creditors: amounts falling due after more than one year	8	(109,000)	(106,550)
<b>Provisions for liabilities</b>			
Other provisions	9	(57,292)	(167,292)
		<u>(57,292)</u>	<u>(167,292)</u>
<b>Net assets</b>		<u><u>232,580</u></u>	<u><u>186,448</u></u>
<b>Capital and reserves</b>			
Allotted, called up share capital		1,715,436	1,715,436
Share premium account		4,096,463	4,096,463
Other reserves		(9,500)	(9,500)
Profit and loss account		(5,569,819)	(5,615,951)
		<u><u>232,580</u></u>	<u><u>186,448</u></u>

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and in accordance with the provisions of FRS 102 Section 1A - small entities.

The financial statements have been delivered in accordance with the provisions applicable to companies subject to the small companies regime.

The company has opted not to file the statement of income and retained earnings in accordance with provisions applicable to companies subject to the small companies' regime.

The financial statements were approved and authorised for issue by the board and were signed on its behalf on

  
T Worley  
Director

The notes on pages 3 to 8 form part of these financial statements.

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**POWERSTAX LTD**  
**REGISTERED NUMBER:02688692**

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**STATEMENT OF FINANCIAL POSITION (CONTINUED)**  
**AS AT 31 MARCH 2018**

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# POWERSTAX LTD

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### 1. General information

Powerstax Limited is a company limited by shares incorporated in England within the United Kingdom, its registration number is 02688692. The address of the registered office and principal place of business are shown within the company information page.

The financial statements are presented in sterling which is the functional currency of the company and rounded to the nearest GBP/Pound Sterling.

### 2. Accounting policies

#### 2.1 Basis of accounting

The financial statements have been prepared under the historical cost convention unless otherwise specified within these accounting policies and in accordance with Section 1A of Financial Reporting Standard 102, the Financial Reporting Standard applicable in the UK and the Republic of Ireland and the Companies Act 2006.

The following principal accounting policies have been applied:

#### 2.2 Consolidation

In the opinion of the directors, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

#### 2.3 Turnover

Revenue, matching the acknowledged purchase order value and including applicable sales taxes, is recognised at the point of despatch of the unit, system or completion of the service provided. Where a customer requests in writing that the invoiced item is stored on Powerstax' premises pending consolidation or shipping information, it is the customer's responsibility to insure the goods.

#### 2.4 Amortisation

Amortisation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life.

The estimated useful lives range as follows:

Goodwill	-	10	years
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#### 2.5 Fixed assets

Tangible fixed assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The depreciation policies are as follows:

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the useful economic life of that asset as follows:

Plant and machinery	- 20% Straight Line
Motor vehicles	- 33.3% Straight Line
Fixtures and fittings	- 20% Straight Line
Office equipment	- 33.3% Straight Line

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# POWERSTAX LTD

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### 2. Accounting policies (continued)

#### 2.6 Hire purchase agreements

Assets held under hire purchase agreements are capitalised and disclosed under tangible fixed assets at their fair value. The capital element of the future payments is treated as a liability and the interest is charged to the profit and loss account on a straight line basis.

#### 2.7 Operating lease agreements

Rentals paid under operating leases are charged to the Statement of Income and Retained Earnings on a straight line basis over the lease term.

#### 2.8 Pension costs

The company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the company pays fixed contributions into a separate entity. Once the contributions have been paid the company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the company in independently administered funds.

#### 2.9 Foreign currency translation

Assets and liabilities in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into sterling at the rate of exchange ruling at the date of the transaction. Exchange differences are taken into account in arriving at the operating profit.

#### 2.10 Financial instruments

The company only enters into basic financial instruments transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares.

#### 2.11 Stocks

Stocks are stated at the lower of cost and net realisable value, being the estimated selling price less costs to complete and sell. Cost is based on the cost of purchase on a weighted average basis. Work in progress and finished goods include labour and attributable overheads.

At each reporting date, stocks are assessed for impairment. If stock is impaired, the carrying amount is reduced to its selling price less costs to complete and sell. The impairment loss is recognised immediately in profit or loss.

#### 2.12 Research and development

Research and development costs are charged to the profit and loss account as incurred. All costs in the profit and loss account therefore relate to the current year and do not include amounts amortised from deferred expenditure. As part of this the company makes research and development tax credit claims.

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# POWERSTAX LTD

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### 2. Accounting policies (continued)

#### 2.13 Taxation

Tax is recognised in the Statement of Income and Retained Earnings, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the reporting date in the countries where the company operates and generates income.

### 3. Employees

The average monthly number of employees, including directors, during the year was 16 (2017 - 17).

### 4. Intangible assets

	Goodwill £
<b>Cost</b>	
At 1 April 2017	365,347
At 31 March 2018	<u>365,347</u>
<b>Amortisation</b>	
At 1 April 2017	172,289
Charge for the year	36,535
At 31 March 2018	<u>208,824</u>
<b>Net book value</b>	
At 31 March 2018	<u>156,523</u>
At 31 March 2017	<u>193,058</u>



# POWERSTAX LTD

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

### 5. Tangible fixed assets

	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Total £
<b>Cost or valuation</b>					
At 1 April 2017	381,182	12,397	30,613	133,553	557,745
Additions	-	-	-	1,873	1,873
At 31 March 2018	381,182	12,397	30,613	135,426	559,618
<b>Depreciation</b>					
At 1 April 2017	376,786	11,713	30,247	131,448	550,194
Charge for the year on owned assets	1,826	684	101	2,086	4,697
At 31 March 2018	378,612	12,397	30,348	133,534	554,891
<b>Net book value</b>					
At 31 March 2018	2,570	-	265	1,892	4,727
At 31 March 2017	4,396	684	366	2,105	7,551

### 6. Debtors

	2018 £	2017 £
Trade debtors	427,149	173,993
Other debtors	1,076	-
Prepayments and accrued income	17,648	16,701
	445,873	190,694

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# POWERSTAX LTD

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### 7. Creditors: Amounts falling due within one year

	2018 £	2017 £
Trade creditors	200,955	218,606
Other taxation and social security	58,768	21,749
Obligations under finance lease and hire purchase contracts	-	706
Other creditors	262,835	131,438
Accruals and deferred income	20,679	25,657
	<u>543,237</u>	<u>398,156</u>

Included within other creditors is £87,610 (2017 - £111,788) relating to advances under the Confidential Invoice Discounting arrangement which are secured on the trade debtors of the company.

### 8. Creditors: Amounts falling due after more than one year

	2018 £	2017 £
Other creditors	109,000	106,550
	<u>109,000</u>	<u>106,550</u>

### 9. Provisions

	Dilapidations £
At 1 April 2017	167,292
Utilised in year	(110,000)
At 31 March 2018	<u>57,292</u>

### 10. Related party transactions

	2018 £	2017 £
Loans to directors and companies with common directors, bearing interest at 10%	127,998	71,200
Interest on those loans	6,408	8,844
Loans to directors and companies with common directors, bearing no interest	46,250	46,250
	<u>180,656</u>	<u>126,294</u>

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# POWERSTAX LTD

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## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

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### **11. Auditors' information**

The audit report accompanying the full version of these accounts is unqualified.

The audit report was signed by Roberto Lobue FCA (Senior Statutory Auditor) for and on behalf of Menzies LLP, Chartered Accountants & Statutory Auditor.